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TO RUEHSL/AMEMBASSY BRATISLAVA IMMEDIATE 0000  
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RUEHLJ/AMEMBASSY LJUBLJANA IMMEDIATE 0000  
RUEHMD/AMEMBASSY MADRID IMMEDIATE 0000  
RUEHPG/AMEMBASSY PRAGUE IMMEDIATE 0000  
RUEHRO/AMEMBASSY ROME IMMEDIATE 0000  
RUEHSF/AMEMBASSY SOFIA IMMEDIATE 0000  
RUEHWR/AMEMBASSY WARSAW IMMEDIATE 0000

S E C R E T STATE 098975

SIPDIS E.O. 12958: DECL: 09/16/2033

TAGS: [ECON](#) [EFIN](#) [KNNP](#) [PARM](#) [PTER](#) [IR](#) [UK](#) [CH](#) [SK](#) [HK](#)

SUBJECT: URGING COALITION ALLIES TO APPROACH BEIJING ON CHINESE PROLIFERATION

Classified By: ISN Patricia A. McNerney for reasons 1.4 (b) and (d).

1.(U) This is an action request. Please see paragraph 3

. ----- SUMMARY/BACKGROUND -----

2.(S) Getting China to aggressively implement United Nations Security Council resolutions as well as more effectively enforce its own export co

----- OBJECTIVE/ACTION REQUEST -----

3.(S/REL BULGARIA, CZECH REPUBLIC, ITALY, POLAND, ROMANIA, SLOVAKIA, SLOVENIA, SPAIN) Washington requests Posts deliver the non-paper in paragr

----- NONPAPER FOR BULGARIA, CZECH REPUBLIC, ITALY, POLAND, ROMANIA, SLOVAKIA, SLOVENIA, SPAIN -----

14. (SECRET//REL BULGARIA, CZECH REPUBLIC, ITALY, POLAND, ROMANIA, SLOVAKIA, SLOVENIA, SPAIN) BEGIN POINTS: -- We are sharing information with  
-- Over the past several years, the U.S. has made repeated approaches to Beijing at all levels regarding transfers by Chinese entities of weap  
-- We are particularly concerned that Iran has in turn supplied weapons purchased from China to militants fighting against U.S. and Coalition f  
-- While China's nonproliferation record has improved in some areas, certain state-owned Chinese entities and private firms continue to export  
-- Chinese companies continue to deal with companies that are fronts for entities designated under UNSCRs 1737, 1747, and 1803, which require M  
-- Chinese companies continue to transfer items to Iran, regardless of end-user, that are prohibited pursuant to UNSCRs 1737, 1747 and 1803 due  
-- China has insisted that exports of non-listed, dual-use goods are outside the scope of UNSCRs 1737, 1747, and 1803 and has adopted a narrow  
-- When confronted with U.S. evidence that Iran provided Chinese-origin arms to militants in Iraq and Afghanistan, Beijing has asserted that it  
-- U.S. pressure does seem to have achieved some concrete results: Chinese arms sales to Iran dropped from roughly \$45 million in 2006 to rough  
-- We also believe it is necessary to urge China to investigate and take steps to prevent Chinese companies from engaging in deceptive financie  
-- We would be interested to learn whether your own intelligence assessments of China's dealings with Iran supports our experience and to what  
-- We ask that your government approach China on these proliferation issues and highlight the shared concern of the international community th  
-- To counter Chinese insistence that it is following the "letter of the law" with regard to UNSCRs, we have attempted to drive home to Chinese  
-- We urge your government to pressure China to cease arms sales to Iran given Tehran's unwillingness to prevent transfers to anti-Coalition fc  
-- Moreover, engagement with China should highlight the importance of Beijing setting a good example as a responsible international stakeholder  
-- The following section provide concrete examples of Chinese-made weapons found in Iraq.

CHINESE-PRODUCED WEAPONS IN IRAQ

-- Our military forces in Iraq have captured a number of new-condition Chinese produced small arms from Shia militants in Iraq. These weapons h  
-- Our forces have also recovered one expended missile from a 2002-vintage Iranian Misagh-1 man-portable air defense system (MANPADS) that was  
-- We have also recovered in Iraq since mid-2006 hundreds of newly-produced Iranian PG-7-AT1 rocket-propelled grenades that contain Chinese-mad

----- REPORTING DEADLINE -----

15. (U) Posts should report results within seven days of receipt of cable. Please slug replies for ISN, T, Treasury, NEA and EUR. Please includ

----- POINT OF CONTACT -----

16. (U) Washington point of contact for follow-up information is XXXXXX XXXXXX

17. (U) Department thanks Posts for their assistance.  
RICE